

**Oilseeds Domestic Fundamentals**

- Ups and downs are witnessed in soybean complex today due to increased supplies. RM seeds prices remained steady due to poor demand. NCDEX soybean and RM seed future prices dropped and ended with profit bookings.
- As per USDA recent release estimates, soybean production for marketing year 2019/20 (Oct.-Sept.) is revised lower to 10.5 million metric tons (MMT) on 11.2 million hectares. The national average yield will settle below last year's level due to concerns over prevailing weather conditions. During the period of heavy rainfall in the second week of August, short-duration cultivars were in their reproductive stage (full flowering and pod development) and susceptible to both biotic and abiotic stress. Late planted and long-duration soybean cultivars may benefit from recent heavy rainfall activity, if excessive rains do not continue. The proportion of late-planted soybeans may be slightly higher than usual due to the late monsoon and extended planting window through July.
- Announcement of a higher minimum support price (MSP) for MY 2019/20 likely encouraged additional oilseed planting during an extended planting window in anticipation of higher returns, stable yields, and relatively lower crop maintenance compared to cotton. The GOIs MSP announcement claims that farmers receive 1.5 times the production cost of planting a crop.
- As per the sources, recovery of monsoon this season in August has pulled down the prices of agricultural commodities during the past three days on expectations of a recovery in kharif output and favorable climatic condition for the rabi harvest for 2020. Although crop damages have been reported in few areas due to excess rain, which is minimal. However, for rabi crops, including mustard seed, good rain in September (as forecast by weather agencies), would provide better soil moisture for sowing. Besides, there are huge procured stocks of mustard seed with government, and the prices Mustard will remain under pressure.
- As per USDA, the latest planting report indicates that kharif groundnut were planted on 3.5 million hectares compared to 3.6 million hectares planted last season. Post estimates that both winter and summer planting of groundnuts will likely be normal. During the current season, an additional 85,000 hectares came from Gujarat, Maharashtra, Tamil Nadu, and Madhya Pradesh, but 42 percent of the net decline reported from Andhra Pradesh, Karnataka, Rajasthan, Odisha, and other states.
- As per the sources, soybean yield is likely to increase in Madhya Pradesh due to sufficient water and use of new varieties of seeds with early maturity has raised hopes for better yields resulting in higher output and negating the impact of crop damage in some regions of the state due to heavy rains. The yields are anticipating to increase between 1300 to 1350kg per hectare as against 1250 kg per hectare in the last season. Over all crop is in very good stage and developing well.
- According to recent Ministry report, India has covered total oil seeds kharif sowing area as on 30 Aug, 2019 about 170.78 lakh Ha. has been reported compared to normal corresponding week (171.15 lakh Ha.) from previous year. Thus 0.37 lakh. Ha less area has been covered compared to normal corresponding week in previous year. Farmers have sown 4.86 lakh ha. In Andhra Pradesh against 6.64 lakh ha. Previous year, 21.95 lakh ha. In Gujarat against 19.74 Previous year, 7.30 lakh ha. In Karnataka against 8.45 lakh ha. Previous year, 60.82 lakh ha. In MP against 60.15 lakh ha. Previous year, 41.69 lakh ha. In MH against 41.44 lakh ha. Previous year, 20.03 lakh ha. In Rajasthan against 20.67 lakh ha. Previous year, 2.11 lakh ha. In Telangana against 2.23 lakh ha Previous year, 5.51 lakh ha in UP against 4.60 lakh ha. Previous year.

**Oilseeds International Fundamentals**

- CBOT Soybean future ended on higher side on Wednesday due to strong export sales.
- As per the sources, China's customs said on Thursday that it has allowed imports of soybean meal, rapeseed meal, sunflower meal and sugar beet pulp from Russia. Exporters of these animal feed ingredients must be inspected and approved by Russian authorities and also registered with the Chinese regulator. The trade move came after China approved more soybean, wheat and barley imports from Russia, as a festering Sino-U.S. trade war curbed American agricultural shipments.
- As per USDA soybean weekly crop progress as on Tuesday, 56% of the crop is good to excellent, up from 55% a week ago.
- As per the sources, the area planted with soybeans in Brazil for 2019/2020 season, which starts this month, will grow by 1.1% to 36.3 million ha, the smallest increase in 13 years, as a global trade war and swine fever in China cloud the outlook for farmers.
- Brazilian soybean exports fell by 23% to 7.82 million tonnes in July month and down by 11.4% in the first eight months of the year, compared to the same period of 2018. Due to China's demand for soya, which is used to make animal feed, has fallen as the spread of African swine fever has wiped out millions of hogs in the Asian country.
- As per the sources, the soybean cultivation is expected to increase in Argentina because it requires more investment in fertilizers and new seeds each season, which is around 70% more than soya. Estimated farmers would likely to cut the area intended for corn this season by 200,000 hectares. Soybeans would take that area to reach 17.7 million hectares.
- As per the sources, Germany's rapeseed harvest will fall 21.9% on the year to about 2.9 million tonnes. A sharp drop had been generally expected because of a big reduction in rapeseed plantings following dry weather in autumn 2018.
- China's July soybean imports from the United States jumped three-fold from the previous year and Brazil at 6.42 million tonnes, down 8.9% from last year's 7.04 million tonnes but up 16.8% from 5.498 million tonnes in June. China, brought 911,888 tonnes of oilseed from the United States up from last year's 308,127 tonnes. The figures were also up 48.3% from 614,805 tonnes in June. China's total soybean imports rose in July from the same month last year.
- **Outlook:** The Indore (Plant Delivery) prices are expected to trade in the range of 3750 to 3800 in coming day. Mustard (42%) spot prices are likely to trade in the range of 4140 and 4150 per quintal ahead of a day.

Soybean Future Price									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-19	-45	3772	3804	3725	3742	15000	1660	17210	-3620
Oct-19	-1	3594	3600	3564	3581	13300	3190	42190	180
Nov-19	-3	3535	3538	3506	3522	2160	-10	27860	420
Mustard Future Prices									
Sept-19	-1	3899	3905	3879	3887	19080	11920	31870	-8210
Oct-19	-2	3980	3982	3961	3967	14450	6820	58890	4260
Nov-19	-6	4040	4040	4022	4029	6600	4320	15530	2770
Soybean Basis - 39					Mustard Basis-278				
Spread					Spread				
	Sep-19	Oct-19	Nov-19			Sep-19	Oct-19	Nov-19	
Sept-19	39				Sept-19	278			
Oct-19		199			Oct-19		198		
Nov-19			258		Nov-19			136	

Soybean Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	4-Sept-19	4-Sept-19	4-Sept-19	2-Sept-19
Akola	485	41	526	485
Indore	100	0	100	100
Kota	10	0	10	10
Sagar	10	0	10	10
Nagpur	-	-	-	-

Rapeseed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	4-Sept-19	4-Sept-19	4-Sept-19	2-Sept-19
Sri Ganganagar	1214	0	1214	1296
Bharatpur	-	-	-	-
Bikaner	7907	0	7907	7907
Kota	22148	0	22148	23512
Jaipur	1294	0	1294	1295
Alwar	1561	0	1561	1764
Hapur	-	-	-	-

**Oilseed Prices at Key Spot Markets:**

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	05-Sep-19		04-Sep-19		
	Low	High	Low	High	
Indore –Plant	3750	3780	3650	3700	80
Indore–Mandi	3500	3650	3550	3700	-50
Nagpur-Plant	3770	3800	3760	3790	10
Nagpur – Mandi	3410	3700	3400	3635	65
Latur – Mandi	3645	3755	3675	3745	10
Akola – Mandi	3000	3650	3200	3660	-10
Kota-Plant	3680	3740	3750	3800	-60
Kota – Mandi	3660	3700	Closed	Closed	-
Bundi-Plant	3650	3670	3700	3720	-50
Bundi-Mandi	3500	3540	Closed	Closed	-
Baran-Plant	3470	3550	3530	3580	-30
Baran-Mandi	3450	3500	Closed	Closed	-
Bhawani Mandi Jhalawar–Plant	3500	3600	3550	3640	-40
Jhalwar-Mandi	3420	3560	Closed	Closed	-
Rapeseed/Mustard					
Jaipur-(Condition)	4160	4165	4160	4165	Unch
Alwar-(Condition)	3900	3950	Closed	Closed	-
Sri Ganganagar-(Non-Condition)	Closed	Closed	Closed	Closed	-
New Delhi–(Condition)	3920	3950	3920	3950	Unch
Kota-(Condition)	3600	3700	Closed	Closed	-
Agra-(Condition)	4143	4167	4143	4167	Unch
Neewai-(Condition)	3740	3840	3740	3840	Unch
Hapur (UP)-(Condition)	3925	3975	3925	3975	Unch
Groundnut Seed					
Rajkot	775	1019	762	1022	-3
Sunflower Seed					
Gulbarga	NA	NA	3376	3576	-
Latur	NA	NA	NA	NA	-
Sholapur	NA	NA	NA	NA	-
Soybean Prices are in INR/qtl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/qt (1 bag=85 kg) C – Condition (42%), *Groundnut seed in Rs/20 kg, Sunflower Seed in Rs/qtl.					

**Oilseed Arrivals in Key Centers:**

Commodity / Centre	Arrivals in Bags/Qtl		Change
<b>Soybean</b>	<b>05-Sep-19</b>	<b>04-Sep-19</b>	
Madhya Pradesh	30000	20000	10000
Maharashtra	20000	15000	5000
Rajasthan	7000	4000	3000
Bundi (Raj)	10	Closed	-
Baran (Raj)	1200	Closed	-
Jhalawar (Raj)	1100	Closed	-
<b>Rapeseed/Mustard</b>			
Rajasthan	70000	60000	10000
Alwar	2000	Closed	-
Sri Ganganagar	Closed	Closed	-
Kota	700	Closed	-
<b>Groundnut Seed</b>			
Rajkot (Gujarat)	140	75	65
<b>Sunflower Seed</b>			
Sholapur (Maharashtra)	NA	NA	-

**Other Oilseed Prices at Mumbai (INR/100 Kg):**

Oilseeds	5-Sep-19	4-Sep-19	Change
Groundnut Kernel	5400	5400	Unch
Gr. Bolds 60/70	8450	8450	Unch
Gr. Javas 60/70	10400	10400	Unch
Gr Javas 70/80	10000	10000	Unch
Gr.Javas 80/90	9700	9700	Unch
KardiSeed 2% Exp Qly	5000	5000	Unch
Sesame White 98/2/1 FM	10700	10700	Unch
Whitish 95/5/FFA/1FM	10500	10500	Unch
Brown 48/2 FFA/4 FM	9900	9900	Unch
Brown 48/3 FFA/4 FM	9600	9600	Unch
Brown 48/4 FM/* No FFA Guarantee	9300	9300	Unch
Sunflower Seed	4300	4300	Unch
Niger Seed (4% FM)	5600	5600	Unch

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